Part I  Reporting Issuer

1  Issuer's name
LIBERTY INTERACTIVE CORPORATION

2  Issuer's employer identification number (EIN)
84-1288730

3  Name of contact for additional information
MARLENE HILL

4  Telephone No. of contact
720-875-5400

5  Email address of contact
MARLENE@LIBERTYMEDIA.COM

6  Number and street (or P.O. box if mail is not delivered to street address) of contact
12300 LIBERTY BOULEVARD

7  City, town, or post office, state, and zip code of contact
ENGLEWOOD, CO 80112

8  Date of action
10/20/14

9  Classification and description
STOCK DIVIDEND

10  CUSIP number
53071M104

11  Serial number(s)

12  Ticker symbol
QVCA

13  Account number(s)

Part II  Organizational Action

14  Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action. ON OCTOBER 20, 2014, EACH HOLDER OF SERIES A LIBERTY INTERACTIVE COMMON STOCK ("QVCA" FORMERLY "LNTA") RECEIVED 0.14217 SHARES OF SERIES A LIBERTY VENTURES COMMON STOCK ("LVNTA") FOR EACH SHARE OF QVCA HELD BY THEM AS OF THE RECORD DATE. CASH WAS ISSUED IN LIEU OF FRACTIONAL SHARES OF LVNTA.

15  Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis. THE TAX BASIS OF EACH QVCA SHARE IS REDUCED TO 85.1281% OF THE TAX BASIS OF A QVCA SHARE PRIOR TO THE RECAPITALIZATION. THE REMAINING 14.8719% OF THE TAX BASIS IS ALLOCATED EQUALLY TO THE LVNTA SHARES. HOWEVER, A SHAREHOLDER MUST CONSIDER THEIR INDIVIDUAL CIRCUMSTANCES RELATED TO FRACTIONAL SHARES TO DETERMINE THEIR APPROPRIATE TAX BASIS ALLOCATION.

16  Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates. AVERAGE PRICE*  DATE  SHARES  TOTAL VALUE  PERCENT

QVCA  $25.195  10/21/14  1  $25.195  85.1281%

LVNTA  $30.960  10/21/14  0.14217  4.402  14.8719%

*AVERAGE OF HIGH AND LOW BASED ON FIRST DAY OF TRADING.
17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based → THE DIVIDEND OF THE SERIES A LVNTA SHARES IS NON-TAXABLE UNDER IRC SECTION 305(a). UNDER IRC SECTION 307(a) EACH SHAREHOLDER IS REQUIRED TO ALLOCATE THEIR BASIS IN THE QVCA SHARES BETWEEN THE QVCA SHARE AND THE SHARES OF LVNTA THEY RECEIVED BASED ON RELATIVE FAIR MARKET VALUE OF THE SHARES.

18 Can any resulting loss be recognized? → NO

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year → THE REPORTABLE TAX YEAR IS THE CALENDAR YEAR ENDING DECEMBER 31, 2014.

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Signature → TIM LENNEMAN

Date → 10/23/14

Print your name → TIM LENNEMAN

Title → VICE PRESIDENT

Paid Preparer Use Only

Print/Type preparer's name

Preparer's signature

Date

Check if self-employed

PTIN

Firm's name

Firm's address

Firm's EIN

Phone no.